Substitute Bill No. 366

February Session, 2000

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An Act Concerning Home Improvement Contracts.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- Section 1. Section 20-429 of the general statutes is repealed and the following is substituted in lieu thereof:
- 3 (a) No home improvement contract shall be valid or enforceable 4 against an owner unless it: (1) Is in writing, (2) is signed by the owner 5 and the contractor, (3) contains the entire agreement between the 6 owner and the contractor, (4) contains the date of the transaction, (5) 7 contains the name and address of the contractor, (6) contains a notice 8 of the owner's cancellation rights in accordance with the provisions of 9 chapter 740, (7) contains a starting date and completion date, (8) 10 contains a statement in plain language regarding any financing 11 provided by the contractor, and [(8)] (9) is entered into by a registered 12 [salesman] salesperson or registered contractor. Each change in the 13 terms and conditions of a contract shall be in writing and shall be 14 signed by the owner and contractor, except that the commissioner 15 may, by regulation, dispense with the necessity for complying with the 16 requirement that each change in a home improvement contract shall be 17 in writing and signed by the owner and contractor.
 - (b) No home improvement contract shall be valid if it includes any provision obligating the owner to instruct the home improvement contractor, by a date determined by such contractor, that periodic

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- 21 home improvements are not to be performed unless it also includes a
- 22 provision requiring the contractor to remind the owner of that
- 23 obligation by means of a card or letter mailed to the owner and
- 24 postmarked not earlier than twenty days, and not later than ten days,
- 25 prior to such date.
- 26 (c) No home improvement contract shall be valid if the contractor or
- 27 salesperson is a party to or signatory of any insurance settlement
- 28 resulting from a property loss by the owner related to the home
- 29 improvements to be performed.
- 30 [(c)] (d) The contractor shall provide and deliver to the owner,
- 31 without charge, a completed copy of the home improvement contract
- 32 at the time such contract is executed.
- 33 [(d)] (e) The commissioner may, by regulation, require the inclusion
- 34 of additional contractual provisions.
- 35 [(e)] (f) Each home improvement contract entered into shall be
- 36 considered a home solicitation sale pursuant to chapter 740 and shall
- 37 be subject to the requirements of said chapter regardless of the location
- 38 of the transaction or of the signing of the contract.
- 39 [(f)] (g) Nothing in this section shall preclude a contractor who has
- 40 complied with subdivisions (1), (2), (6), (7) and [(8)] (9) of subsection
- (a) of this section from the recovery of payment for work performed 41
- 42 based on the reasonable value of services which were requested by the
- 43 owner, provided the court determines that it would be inequitable to
- 44 deny such recovery.
- 45 Sec. 2. Section 20-429a of the general statutes is repealed and the
- 46 following is substituted in lieu thereof:
- 47 (a) No contractor or [salesman] <u>salesperson</u> shall solicit or otherwise
- 48 endeavor to procure home improvement work or a home
- 49 improvement contract from an owner by notifying the owner that a
- 50 contractor will commence home improvement work unless the owner

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- 51 instructs the contractor not to commence such work by a date 52 determined by the contractor.
- 53 (b) No contractor or salesperson shall solicit or otherwise endeavor
 54 to procure home improvement work or a home improvement contract
 55 from an owner if the contractor or salesperson is a party to or
- 56 <u>signatory of any insurance settlement resulting from a property loss by</u>
- 57 the owner related to the home improvements to be performed.

Statement of Legislative Commissioners:

"Salesman" was changed to "salesperson" in sections 1 (a), 1 (c), 2 (a) and 2 (b) for purposes of gender neutrality. In section 1 (a) "plain language statement" was changed to "statement in plain language" for clarity, and "if applicable" was deleted to avoid redundancy.

GL Committee Vote: Yea 15 Nav 0 JFS-LCO

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